



CHEMICAL COMPANY OF MALAYSIA BERHAD (5136-T)
(Incorporated in Malaysia)
For the Period Ended 31 December 2018

NOTES TO THE INTERIM FINANCIAL REPORT

A1) Basis of preparation

The interim financial report is unaudited and has been prepared in accordance with the applicable disclosure provisions of the Listing Requirements of the Bursa Malaysia Securities Berhad and MFRS 134, *Interim Financial Reporting* in Malaysia. They do not include all of the information required for full annual financial statements and should be read in conjunction with the consolidated financial statements of the Group for the year ended 31 December 2017.

A2) Changes in Accounting Policies

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements for the financial year ended 31 December 2017 except for those standards, amendments and interpretations which are effective from the annual period beginning on or after 1 January 2018.

MFRSs, Interpretations and Amendments effective for annual periods beginning on or after 1 January 2018;

- MFRS 9, *Financial Instruments (2014)*
- MFRS 15, *Revenue from Contracts with Customers*
- Clarifications to MFRS 15, *Revenue from Contracts with Customers*
- IC Interpretation 22, *Foreign Currency Transactions and Advance Consideration*
- Amendments to MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements 2014-2016 Cycle)*
- Amendments to MFRS 2, *Share-based Payment - Classification and Measurement of Share-based Payment Transactions*
- Amendments to MFRS 4, *Insurance Contracts - Applying MFRS 9- Financial Instruments with MFRS 4-Insurance Contracts*
- Amendments to MFRS 128, *Investments in Associates and Joint Ventures (Annual Improvements 2014-2016 Cycle)*
- Amendments to MFRS 140, *Investment Property - Transfer of Investment Property*

The Group adopted the above MFRSs and Amendments to MFRSs except for MFRS 2 and MFRS 4 which are not applicable to the Group. The initial application of the accounting standards, amendments or interpretations are not expected to have any material financial impacts to the current period and prior period financial statements of the Group and the Company except as mentioned below:

(i) **MFRS 15, Revenue from Contracts with Customers**

MFRS 15 replaces the guidance in MFRS 111, *Construction Contracts*, MFRS 118, *Revenue*, IC Interpretation 13, *Customer Loyalty Programmes*, IC Interpretation 15, *Agreements for Construction of Real Estate*, IC Interpretation 18, *Transfers of Assets from Customers* and IC Interpretation 131, *Revenue - Barter Transactions Involving Advertising Services*.

Previously, the Group recognised revenue from contracts with customers on the basis of the fair value of the consideration received or receivable, net of returns and allowances, trade discounts and volume rebates. Upon adoption of MFRS 15, the Group recognises the revenue from contracts with customers that require customer-related costs to be allocated as a deduction of revenue.



CHEMICAL COMPANY OF MALAYSIA BERHAD (5136-T)
(Incorporated in Malaysia)
For the Period Ended 31 December 2018

A2) Changes in Accounting Policies

MFRS 15, Revenue from Contracts with Customers (continued)

The Group manufactures and sells certain chemical products for a customer under a non-cancellable exclusive rights to supply contract. Previously, the Group recognised revenue from contracts with customers after the significant risk and rewards of ownership is transferred to the customers. Upon adoption of MFRS 15, the Group recognises the revenue from contracts with customers when the performance obligations are satisfied over time. The Group applies MFRS 15 retrospectively with the cumulative effect of initially applying this Standard recognised at the date of initial application.

(ii) **MFRS 9, Financial instruments**

MFRS 9 replaces the guidance in MFRS 139, *Financial Instruments: Recognition and Measurement* on the classification and measurement of financial assets and financial liabilities, impairment of financial assets, and on hedge accounting.

MFRS 9 contains a new classification and measurement approach for financial assets that reflects the business model in which assets are managed and their cash flow characteristics. The new standard contains three principle classification categories for financial assets: measured at amortised cost, fair value through other comprehensive income (FVOCI) and fair value through profit or loss (FVTPL), and eliminates the existing MFRS 139 categories of held to maturity, loans and receivables and available for sale. Upon adoption of MFRS 9, financial assets previously measured at available for sale is now measured using FVOCI.

The following revised MFRSs and Amendments to MFRSs have been issued by the MASB and are not yet effective for adoption by the Group:

MFRSs, Interpretations and Amendments effective for annual periods beginning on or after 1 January 2019;

- MFRS 16, *Leases*
- IC Interpretation 23, *Uncertainty over Income Tax Treatments*
- Amendments to MFRS 3, *Business Combinations - Previously Held Interest in a Joint Operation (Annual Improvements to MFRS Standards 2015–2017 Cycle)*
- Amendments to MFRS 9, *Financial Instruments - Prepayment Features with Negative Compensation*
- Amendments to MFRS 11, *Joint Arrangements - Previously Held Interest in a Joint Operation (Annual Improvements to MFRS Standards 2015–2017 Cycle)*
- Amendments to MFRS 112, *Income Taxes - Income Tax Consequences of Payments on Financial Instruments Classified as Equity (Annual Improvements to MFRS Standards 2015–2017 Cycle)*
- Amendments to MFRS 123, *Borrowing Costs - Borrowing Costs Eligible for Capitalisation (Annual Improvements to MFRS Standards 2015–2017 Cycle)*
- Amendments to MFRS 128, *Investment in Associates and Joint Ventures - Long-term Interests in Associates and Joint Ventures*
- *Plan Amendment, Curtailment or Settlement (Amendments to MFRS 119 Employee Benefits)*



CHEMICAL COMPANY OF MALAYSIA BERHAD (5136-T)
(Incorporated in Malaysia)
For the Period Ended 31 December 2018

A2) Changes in Accounting Policies (continued)

MFRSs, Interpretations and Amendments effective for annual periods beginning on or after 1 January 2020;

- Amendments to MFRS 2, *Share-Based Payment*
- Amendment to MFRS 3, *Business Combinations*
- Amendments to MFRS 6, *Exploration for and Evaluation of Mineral Resources*
- Amendment to MFRS 14, *Regulatory Deferral Accounts*
- Amendments to MFRS 101, *Presentation of Financial Statements*
- Amendments to MFRS 108, *Accounting Policies, Changes in Accounting Estimates and Errors*
- Amendments to MFRS 134, *Interim Financial Reporting*
- Amendment to MFRS 137, *Provisions, Contingent Liabilities and Contingent Assets*
- Amendment to MFRS 138, *Intangible Assets*
- Amendment to IC Interpretation 12, *Service Concession Arrangements*
- Amendment to IC Interpretation 19, *Extinguishing Financial Liabilities with Equity Instruments*
- Amendment to IC Interpretation 20, *Stripping Costs in the Production Phase of a Surface Mine*
- Amendment to IC Interpretation 22, *Foreign Currency Transactions and Advance Consideration*
- Amendments to IC Interpretation 132, *Intangible Assets-Web Site Costs*
- Amendments to MFRS 3, *Business Combination - Definition of a Business*
- Amendments to MFRS 101, *Presentation of Financial Statements* and MFRS 108, *Accounting Policies, Changes in Accounting Estimates and Errors - Definition of Material*

MFRSs, Interpretations and Amendments effective for annual periods beginning on or after 1 January 2021;

- MFRS 17, *Insurance Contracts*

MFRSs, Interpretations and Amendments effective for annual periods beginning on or after a date yet to be confirmed;

- Amendments to MFRS 10, *Consolidated Financial Statements* and MFRS 128, *Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture.*

The Group do not plan to adopt the above MFRS 11 and MFRS 17 which are not applicable for the Group. The initial applications of the above standards are not expected to have any material financial impacts.

A3) Disclosure of audit report qualification

The auditor's report on the financial statements of the Group and the Company for the year ended 31 December 2017 was not subject to any qualification.

A4) Explanatory comments about the seasonality or cyclicity of operations

The Group's operations were not subjected to any material seasonal or cyclical factor other than market fluctuations in selling prices and costs of raw materials.



CHEMICAL COMPANY OF MALAYSIA BERHAD (5136-T)
(Incorporated in Malaysia)
For the Period Ended 31 December 2018

A5) Unusual items due to their nature, size or incidence

There was no item affecting assets, liabilities, net income or cash flows that were unusual because of their nature, size or incidence for the current quarter and financial period under review.

A6) Changes in prior estimates of amounts which materially affect the current interim period

There were no material changes in prior year estimates which would materially affect the current interim period.

A7) Issuances, cancellations, repurchases, resale and repayments of debt and equity securities

There was no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the period under review.

A8) Dividends paid

On 29 June 2018, the Company paid first interim single tier dividend of 3.00 sen per ordinary share totalling RM5.0 million for the financial year ending 31 December 2018.

A9) Segment reporting

<i>In thousands of RM</i>	Segment Revenue			
	Individual 4th Quarter		Cumulative 4th Quarter	
	2018	2017	2018	2017
<u>Continuing operations</u>				
Chemicals	77,750	85,727	305,383	283,565
Polymers	24,026	23,556	94,324	84,277
Others* and inter-segment transactions	(1,317)	(51)	(3,768)	2,867
Group result	100,459	109,232	395,939	370,709
<u>Discontinued operations</u>				
Pharmaceuticals	-	112,253	-	467,987
	100,459	221,485	395,939	838,696

* Administrative and non-core activities

<i>In thousands of RM</i>	Segment Profit/(Loss) Before Tax			
	Individual 4th Quarter		Cumulative 4th Quarter	
	2018	2017	2018	2017
<u>Continuing operations</u>				
Chemicals	13,068	16,706	51,196	44,029
Polymers	3,499	4,296	18,744	18,765
Others* and inter-segment transactions	(6,946)	(14,177)	(18,544)	(48,069)
Group result	9,621	6,825	51,396	14,725
<u>Discontinued operations</u>				
Pharmaceuticals	-	12,808	-	51,779
	9,621	19,633	51,396	66,504

* Administrative and non-core activities



CHEMICAL COMPANY OF MALAYSIA BERHAD (5136-T)
(Incorporated in Malaysia)
For the Period Ended 31 December 2018

A10) Revaluation of property, plant and equipment

The Group adopts the cost model for its property, land and building.

A11) Post balance sheet events

There are no material events after the period end that had not been reflected in the Interim Financial Reports for the current financial period under review.

A12) Changes in the composition of the Group

There were no material changes in the composition of the Group for the period under review.

A13) Changes in contingent liabilities or contingent assets since the last annual balance sheet date

During the financial year 2014, PT CCM Indonesia (“PTCCMI”), a subsidiary of the Company appealed against tax auditor’s assessment with respect to year of assessment 2011. The contingent liability involved in the tax appeal was IDR34.3 billion (equivalent to approximately RM9.85 million).

On 13 December 2018, PT CCM received the official notification on the judgement in favour of its appeals to the Tax Court of Indonesia. These successful appeals relate to several tax adjustments/ corrections made by the tax auditor amounting to IDR34.06 billion (equivalent to approximately RM9.78 million) representing 99.25% of the total appealed amount.

Save as disclosed, there are no changes in contingent liabilities or assets as at the end of the current interim financial period.

A14) Capital Commitments

	31	31
	December	December
	2018	2017
	RM’000	RM’000
Contracted but not provided for	<u>5,526</u>	<u>22,249</u>

A15) Discontinued operations and assets/liabilities classified as Held for Sale

- (i) In 2017, the Company distributed its entire shareholding in CCM Duopharma Biotech Berhad (“CCMD”) to the shareholders of the Company. Following the distribution, CCMD has ceased to be a subsidiary of the Company, thus reported as Discontinued Operation results, in the comparative period of 2017.
- (ii) In 2017, the Company entered into a Sale and Purchase Agreement for disposal of three (3) parcels of leasehold land measuring approximately 70.93 acres for a cash consideration of RM190 million to Global Vision Logistics Sdn Bhd, thus reclassified as Asset Held For Sale. The disposal was completed on 13 June 2018.
- (iii) On 7 September 2018, the Company entered into a Sale and Purchase Agreement with Rock Link Sdn Bhd to dispose of a piece of land in Mukim of Labu, District of Seremban, Negeri Sembilan for a cash consideration of RM21.5 million, thus reclassified as Asset Held For Sale.



CHEMICAL COMPANY OF MALAYSIA BERHAD (5136-T)
(Incorporated in Malaysia)
For the Period Ended 31 December 2018

A15) Discontinued operations and assets/liabilities classified as Held for Sale (continued)

The results of the discontinued operations were as follows:-

<i>In thousands of RM</i>	Current Period	
	12 months ended 31 December	
	2018	2017
<u>Results of discontinued operation</u>		
Revenue	-	467,987
Expenses	-	(416,208)
Results from operating activities	-	51,779
Income tax expense	-	(9,312)
Profit from discontinued operations	-	42,467
<u>Cash flows of discontinued operation</u>		
Cash generated from operating activities	-	37,921
Cash used in investing activities	-	(71,875)
Cash used in financing activities	-	14,143
Effect of cash flows	-	(19,811)

Assets Held for Sale as at end of the period consists of:-

<i>In thousands of RM</i>	As at	As at
	31	31 December
	December 2018	2017
<u>Assets classified as held for sale</u>		
Investment property	19,800	185,900
	19,800	185,900



CHEMICAL COMPANY OF MALAYSIA BERHAD (5136-T)
(Incorporated in Malaysia)
For the Period Ended 31 December 2018

Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad

B1) Review of Performance

Commentary for Individual Quarter ended 31 December 2018

Continuing operations

<i>In thousands of RM</i>	Current Year	Preceding Year	Changes	Changes
	Quarter	Corres-ponding	(Amount)	(%)
		Quarter		
<u>Segment Revenue</u>				
Chemicals	77,750	85,727	(7,977)	(9.3)
Polymers	24,026	23,556	470	2.0
Others and inter-segment transactions	(1,317)	(51)	(1,266)	>100.0
Group result (continuing operations)	<u>100,459</u>	<u>109,232</u>	<u>(8,773)</u>	<u>(8.0)</u>
<u>Segment profit/(loss) before tax</u>				
Chemicals	13,068	16,706	(3,638)	(21.8)
Polymers	3,499	4,296	(797)	(18.6)
Others and inter-segment transactions	(6,946)	(14,177)	7,231	(51.0)
Group result (continuing operations)	<u>9,621</u>	<u>6,825</u>	<u>2,796</u>	<u>41.0</u>

The Group recorded profit before tax in the current quarter of RM9.6 million, increased from RM6.8 million recorded in the same quarter last year, in spite of achieving lower revenue. The improvement in profit before tax was contributed by the savings in finance cost of RM2.6 million pursuant to the Group's continuous de-gearing exercise undertaken throughout the quarter. The preceding year's profit before tax has taken into account the voluntary separation scheme cost amounting to RM5.5 million.

Chemicals Division has recorded a lower revenue and profit before tax by 9.3% and 21.8% respectively during the current quarter primarily due to lower average selling prices of its chlor-alkali products on the back of fluctuation in chemical commodity prices.

Polymers Division's profit before tax for the current quarter decreased from RM4.2 million to RM3.5 million due to write-off of assets not in use, on the back of revenue growth of 2%.

Discontinued operation

On 28 December 2017, the Company distributed its entire shareholding in CCM Duopharma Biotech Berhad ("CCMD") to the shareholders of the Company. Following the distribution, CCMD has ceased to be a subsidiary of the Company, thus reported as Discontinued Operation results as comparative in 2017. During the fourth quarter of 2017, the Pharmaceuticals Division recorded revenue of RM112.3 million and profit before tax of RM12.8 million.



CHEMICAL COMPANY OF MALAYSIA BERHAD (5136-T)
(Incorporated in Malaysia)
For the Period Ended 31 December 2018

Commentary for Cumulative Quarter ended 31 December 2018

Continuing operations

<i>In thousands of RM</i>	Current Year To Date	Preceding Year Corres-ponding Period	Changes (Amount)	Changes (%)
<u>Segment Revenue</u>				
Chemicals	305,383	283,565	21,818	7.7
Polymers	94,324	84,277	10,047	11.9
Others and inter-segment transactions	(3,768)	2,867	(6,635)	>100.0
Group result (continuing operations)	<u>395,939</u>	<u>370,709</u>	<u>25,230</u>	6.8
<u>Segment profit/(loss) before tax</u>				
Chemicals	51,196	44,029	7,167	16.3
Polymers	18,744	18,765	(21)	(0.1)
Others and inter-segment transactions	(18,544)	(48,069)	29,525	(61.4)
Group result (continuing operations)	<u>51,396</u>	<u>14,725</u>	<u>36,671</u>	249.0

For the current period ended 31 December 2018, the Group recorded profit before tax of RM51.4 million compared to RM14.7 million in the corresponding period last year with the revenue growth of 6.8%. During the period under review, both businesses recorded resilient performance and improved margins from their business operations. Further, the improved performance was also contributed by the following factors:

- Savings of the Group's finance cost of RM4.6 million or 18% reduction compared to the last year pursuant to the Group's continuous de-gearing exercise which was undertaken throughout the year. The proceeds from the divestment of its 2 non-core assets namely disposal of its 8.39% equity interest in PanGen Biotech Inc. and disposal of Shah Alam land amounting to RM249.2 million was used to pare down its borrowings.
- The disposal of Shah Alam land which was completed in June 2018 has resulted in gain of RM4.1 million.
- The profit before tax for the period ended 31 December 2017 also took into account RM7.0 million incurred for the corporate exercises which led to leaner corporate office setup and operational efficiency.

Chemicals Division recorded a higher profit before tax of RM51.2 million, as compared to RM44.0 million in 2017 on the back of 7.7% increase in revenue. The increase in revenue and profit before tax were primarily the result of higher average selling prices of its chlor-alkali products as well as higher volume sold during the period under review. This was further supported by improvement in its manufacturing efficiency and other cost control initiatives.

Polymers Division's profit before tax for the current period stabilised at RM18.7 million with growth in revenue of 11.9%.



CHEMICAL COMPANY OF MALAYSIA BERHAD (5136-T)
(Incorporated in Malaysia)
For the Period Ended 31 December 2018

Commentary for Cumulative Quarter ended 31 December 2018 (continued)

Discontinued operation

On 28 December 2017, the Company distributed its entire shareholding in CCM Duopharma Biotech Berhad (“CCMD”) to the shareholders of the Company. Following the distribution, CCMD has ceased to be a subsidiary of the Company, thus reported as Discontinued Operation results as comparative in 2017. Pharmaceuticals Division recorded revenue of RM468.0 million and profit before tax of RM51.8 million for the year 2017.

B2) Material Changes in the Quarterly Results Compared to the Results of the Preceding Quarter

Continuing operations

<i>In thousands of RM</i>	<u>Current Quarter</u>	<u>Preceding Quarter</u>	<u>Changes (Amount)</u>	<u>Changes (%)</u>
<u>Segment Revenue</u>				
Chemicals	77,750	71,795	5,955	8.3
Polymers	24,026	24,129	(103)	(0.4)
Others and inter-segment transactions	(1,317)	(856)	(461)	53.9
Group result	<u>100,459</u>	<u>95,068</u>	<u>5,391</u>	5.7
<u>Segment profit/(loss) before tax</u>				
Chemicals	13,068	11,947	1,121	9.4
Polymers	3,499	4,906	(1,407)	(28.7)
Others and inter-segment transactions	(6,946)	(5,971)	(975)	16.3
Group result	<u>9,621</u>	<u>10,882</u>	<u>(1,261)</u>	(11.6)

The Group’s revenue for the current quarter of RM100.5 million was higher by 5.7% as compared to the preceding quarter revenue of RM95.1 million. The higher revenue was mainly contributed by higher sales volume recorded by Chemical Divisions during the quarter. Group’s profit before tax for the current quarter decreased slightly to RM9.6 million compared to RM10.9 million in the preceding quarter due to write-off of assets not in use.

B3) Prospects

During the period under review, the Group has completed two (2) major divestments of its non-core assets which has raised a total proceed of RM249.2 million that was used to pare down its borrowing and thus strengthening its gearing position from 1.67 times in 2017 to 0.60 times as at end of 2018. The continuous de-gearing exercise has also contributed to reduction in finance cost by 18% compared to 2017. With the stronger financial position, the Group is now able to pursue its expansion and growth strategies.

In line with its strategic plan, the Group is focusing its effort in expanding its two (2) core businesses, Chemicals and Polymers Divisions. Both businesses will pursue new opportunities within their respective markets to increase their market share in order to ensure sustainable growth.



CHEMICAL COMPANY OF MALAYSIA BERHAD (5136-T)
(Incorporated in Malaysia)
For the Period Ended 31 December 2018

B3) Prospects (continued)

On Chemicals Division, the reactivation of Pasir Gudang Plant 1 (PGW1) is set to be completed by the second half of this year. This effort will increase the total chlor-alkali production capacity by 50 per cent annually once it begins operations. This will allow the Division to seize the existing market opportunities for its chlor-alkali products. In addition, Chemicals Division will continue with various improvement programs to gain benefit from operational savings. The Division will also continue to grow its core capabilities both domestically and regionally in order to strengthen its market share. However, the Division remains cautious of the fluctuation in chemical commodity prices, which may variably give an impact to the results.

Polymer Division's performance is expected to grow steadily in tandem with the growth of the global demand for gloves. Based on the forecast by Malaysian Rubber Glove Manufacturers Association (MARGMA), the demand for gloves is expected to grow 8% - 10% per annum over the next two years. However, the Division expects the business environment to be challenging in the coming year, in view of intensifying competition and cost increases. In order to stay ahead of the competition, the Division is strengthening its product development capabilities and undertaking capacity expansion. Ongoing efforts are also in place to improve production process including leveraging on automation with the objective of enhancing cost efficiency and quality improvement.

B4) Variance of Actual Profit from Forecast Profit

The Group did not make any profit forecast or issue any profit guarantee.

B5) Taxation

Taxation charge of the Group for the current quarter and the financial period was as follows:

	Current Quarter	Current Period
	RM'000	RM'000
Taxation		
In respect of profit for the period	3,031	18,945
Real Property Gains Tax (RPGT)	-	9,548
Transfer from deferred tax	(3,167)	(7,862)
	<u>(136)</u>	<u>20,631</u>

The Group's effective tax rate was higher than the statutory tax rate mainly due to the RPGT incurred during the quarter on the Disposal of Shah Alam Land and non-deductibility of certain expenses for tax purposes.

B6) Profit before Tax

	Current Quarter	Current Period
	RM'000	RM'000
Operating profit is arrived at after charging / (crediting):		
Depreciation and amortization	5,684	22,863
(Write-back)/Provision for receivables	(3,013)	(2,205)
(Write-back)/Provision for inventories	(286)	914
Net foreign exchange loss/(gain)	(15)	1,100
Interest expense	3,834	20,346
Interest income	(2,206)	(5,991)

Other than the above, there were no impairment of assets and gain or loss on derivatives for the current quarter and the current period under review.



CHEMICAL COMPANY OF MALAYSIA BERHAD (5136-T)
(Incorporated in Malaysia)
For the Period Ended 31 December 2018

B7) Status of Corporate Proposals

On 7 September 2018, the Company entered into a Sale and Purchase Agreement with Rock Link Sdn Bhd in relation to proposed disposal of a piece of land held under H.S.(D) 75345, PT 6055, in Mukim of Labu, District of Seremban, Negeri Sembilan for a purchase consideration of RM21.5 million.

On 13 December 2018, the Company obtained the Consent to Transfer from the State Authority and subsequently on 18 December 2018, the Company has also obtained approval from the Economic Planning Unit (EPU) on the sale and transfer of the said Property to the Purchaser. As such, all Conditions Precedent as stated in the Sale and Purchase Agreement dated 7 September 2018 have been fulfilled on 21 December 2018. The disposal is expected to be completed within 3 months upon full settlement by the purchaser.

Save for as disclosed above, there are no other corporate proposals that have been announced by the Company but not yet completed as at the date of this report.

B8) Group Borrowings and Debt Securities

	<u>31 December</u> <u>2018</u> RM'000	<u>31 December</u> <u>2017</u> RM'000
Short term borrowings		
Unsecured		
Ringgit Malaysia denominated	41,695	359,388
Long term borrowings		
Unsecured		
Ringgit Malaysia denominated	152,107	108,750
	<u>193,802</u>	<u>468,138</u>

B9) Material Litigation

There were no material litigations as at the end of the period under review.

B10) Dividend

On 14 December 2018, the Board of Directors had approved a second single-tier interim dividend of 4.00 sen (2017 : nil) per share for the financial year ended 31 December 2018, based on the issued share capital of 167.7 million shares amounting to approximately RM6.7 million, which was paid on 31 January 2019.

The Board of Directors recommends a final single tier dividend of 2.0 sen per share (2017 : nil) for the financial year ended 31 December 2018, based on issued share capital of 167.7 million shares amounting to approximately RM3.4 million. The final dividend is subject to shareholders' approval at the forthcoming 57th Annual General Meeting of the Company. The entitlement date in respect of the final single tier dividend will be on 31 May 2019 and the payment will be made on 14 June 2019.



CHEMICAL COMPANY OF MALAYSIA BERHAD (5136-T)
(Incorporated in Malaysia)
For the Period Ended 31 December 2018

B11) Earnings per Share

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>31 December</u>	<u>31 December</u>	<u>31 December</u>	<u>31 December</u>
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Basic Earnings Per Share:-				
Profit after tax and minority shareholders' interests (RM'000)				
- from continuing operations	8,634	(6,939)	25,706	(5,239)
- from discontinued operations	-	8,131	-	31,158
	<u>8,634</u>	<u>1,192</u>	<u>25,706</u>	<u>25,919</u>
Weighted average number of ordinary shares ('000) at ending of the quarter/year	<u>167,696</u>	<u>462,615</u>	<u>167,696</u>	<u>462,615</u>
Basic earnings per share (sen)				
- from continuing operations	5.15	(1.50)	15.33	(1.13)
- from discontinued operations	-	1.76	-	6.74
	<u>5.15</u>	<u>0.26</u>	<u>15.33</u>	<u>5.61</u>

There is no dilution to the earnings per ordinary share as there are no potentially dilutive ordinary shares.

B12) Derivative Financial Instruments

As at the end of the current period, there were no outstanding derivative financial instruments in the Group.

B13) Gains and Losses Arising from Fair Value Changes of Financial Liabilities

There were no material gains or losses from changes on the fair values of financial liabilities for the current period under review.

B14) Authorisation for Issue

The interim financial report was authorised for issue by the Board of Directors in accordance with a resolution of the directors on 22 February 2019.

By Order of the Board

NOOR AZWAH SAMSUDIN (LS0006071)
 Company Secretary
 22 February 2019